

December 2005

NOTICE TO NATIVE AMERICAN BISON PRODUCERS AND/OR NATIVE AMERICAN COOPERATIVES

The Agricultural Marketing Service (AMS) will, in the near future, begin purchasing bison products for distribution to the Food Distribution Program on Indian Reservations (FDPIR). Part of this program will be the purchase of live bison (based on hot carcasses weight) from Native American bison producers and cooperatives that meet the following criteria: (1) must be a member of one of the 562 Indian entities recognized by the Bureau of Indian Affairs in the Federal Register (Volume 67, Number 134, dated July 12, 2002), (2) the bison must be from 18 to 60 months of age and not less than 500 pounds live weight, (3) the producer must have owned the bison at least 6 months, and the bison must be produced in the United States ("U.S. produced" does not include bison imported for direct slaughter), and (4) must certify compliance with the above criteria, at the time of delivery. Additionally, the bison must pass all inspections (before, during, and after slaughter) set forth in the Voluntary Exotic Animal Inspection program administered by the Department of Agriculture (USDA). The producers assume all losses associated with carcasses or carcass components condemned or deemed not suitable for human consumption by USDA.

Upon approval for the program, the producer must deliver a specified number of live bison at their own expense to a designated slaughter facility for processing. The bison carcasses will be processed and the products will be distributed to participants in the FDPIR based on orders submitted by the recipients.

The bison will be purchased from producers based on the yield of the delivered lot (Lot Yield % = Total Hot Carcass Weight \div Total Live Weight x 100%). If the yield of the delivered lot is 54 percent or greater, the producer will be paid \$2.50 per pound for the total hot carcass weight. If the yield of the delivered lot is less than 54 percent, the producer will be paid \$1.50 per pound for the total hot carcass weight (see examples below).

Example 1: 70 Bison with a total live weight of 56,000 pounds yields a total hot carcass weight of 30,520 pounds. This equals 54.5% lot yield $(30,520 \div 56,000 = 54.5\%)$. Accordingly, the price per pound paid to the producer will be \$2.50. The total amount paid to the producer will be \$76,300.00 (i.e., $30,520 \times $2.50 = $76,300.00$)

Example 2: 70 Bison with a total live weight of 52,500 pounds yields a total hot carcass weight of 27,615 pounds. This equals 52.6% lot yield $(27,615 \div 52,500 = 52.6\%)$. Accordingly, the price per pound paid to the producer will be \$1.50. The total amount paid to the producer will be \$41,422.50 (i.e., $27,615 \times 1.50 = 41,422.50$)

Payment will be made to the producer after the live animal and carcass pass all ante and post-mortem inspections, which includes all Food Safety and Inspection Service (FSIS) laboratory testing. Payment will be based on the percent yield of the lot. Any bison that fails inspection will not be considered in the yield calculation. The designated slaughter facility, under contract with AMS, will perform the slaughter and arrange for USDA inspections at no cost to the producer. All transportation, handling, and delivery costs necessary to deliver the bison to a designated slaughter facility will be the responsibility of the producer. The producer will be paid by the firm under contract with AMS. It is anticipated that delivery of bison to a designated slaughter facility will begin in February 2005. USDA will not accept delivery of any non-ambulatory bison.

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AMS is requesting that the producers who may be interested in participating in this program submit the attached Pre-Delivery Survey Information form to assist us in estimating the number of bison available for processing into ground buffalo to meet the quantity ordered from the FDPIR. AMS reserves the right to: (1) contract with those producers that have submitted the Pre-Delivery Survey Information form, (2) verify the numbers of bison available for contracting with AMS, and (3) purchase the live bison that meet the stated requirements.

Completion and submission of this survey does not create a legally binding contract, agreement, or document of any kind by or between the signatory, the United States government, and any third parties. AMS reserves the right to cancel the program at any time due to funding restrictions.

Please send via express mail or fax the Pre-Delivery Survey Information form to the following address by January 14, 2005.

Contracting Officer USDA, AMS, LS Program, CP Branch Room 2610-South building 1400 Independence Avenue, SW. Washington, DC 20250

Fax number: (202) 720-9538

It is the responsibility of the producer to make the appropriate arrangements with designated slaughter facilities at the time of delivery for the return of heads, hides, and any edible internal organs that are approved for human consumption derived from their bison.

If you have any questions, please contact Terry Lutz of AMS, on (202) 720-2650.

Susan Olson, Contracting Officer Commodity Procurement Branch

Livestock and Seed Program



Agricultural Marketing Service STOP 0253-Room 2610-S 1400 Independence Avenue, SW. Washington, DC 20250-0253

Pre-Delivery Survey Information Due by January 14, 2005

(Please print all information except signature line)

Owner's Name:
Tribal Affiliation:
Cooperative Affiliation: (If Applicable)
Street Address (No P.O. #):
Telephone numbers (Please list the number where you can be reached during normal business hours 8:00 a.m. – 5:00 p.m. EDT):
Fax Number:
Herd Location (City/County/State/Zip Code)
Transportation costs for the live bison are the responsibility of the producer. If you would still like to participate, please complete the following:
Number of bison to sell to USDA on a yield basis for the lot (must meet the requirements set forth in the notice):
Are your Bison primarily? (Circle One) Grain fed or Range/Grass fed
Approximate live weight of bison (pounds):
Has the bison been tested or vaccinated for Brucellosis ? (Circle One) Yes No
If yes, was the result negative? (Circle One) Yes No
By submitting the Pre-Survey information, the owner(s) of the above bison(s): (1) certifies that they are a member of one of the 562 Indian entities recognized by the Bureau of Indian Affairs and (2) acknowledges this survey is for informational purposes only. Completion of this survey does not create a legally binding contract, agreement, or document of any kind by or between the signatory, the United States government, and any third parties.
Name of Owner (please print):
Signature of Owner: DATE: